

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL NOTE**

**HB 314 - SB 1202**

February 23, 2017

**SUMMARY OF BILL:** Deletes the requirement for an annual report to the Commissioner of the Department of Financial Institutions by mortgage lender licensees. Establishes certain expiration dates and application, renewal, and fee deadlines for mortgage lenders. Makes changes to the expiration date of premium finance company licenses and due dates for required annual fees and renewal applications.

Authorizes the Commissioner to require the use of a multi-state automated licensing system by all industrial loan and thrift applicants and licensees and all premium finance company applicants and licenses, and to enter into agreements necessary for participation in such system. Authorizes information to be shared with all state and federal regulatory officials with consumer finance industry oversight authority and premium finance industry oversight authority; however, protects certain confidential information. Requires applicants to pay all costs associated with the use of a multi-state automated licensing system.

**ESTIMATED FISCAL IMPACT:**

**NOT SIGNIFICANT**

Assumptions:

- Based on information provided by the Department of Financial Institutions (DFI), institutions currently file paper applications and submit paper check payments.
- Applications and other forms are available for printing on the Department of Financial Institutions' website.
- The use of a multi-state automated licensing system will eliminate the need for paper storage and the use of paper applications and allow electronic payments to be processed.
- Private entities will pay all costs associated with the use of a multi-state automated licensing system. Therefore, any increase in state expenditures is estimated to be not significant.
- Based on information provided by DFI, any net impact on expenditures resulting from a shift from paper applications, paper check payments, and physical storage to electronic applications, payments, and storage will be not significant.

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**IMPACT TO COMMERCE:**

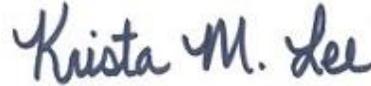
**NOT SIGNIFICANT**

Assumptions:

- Applications and other forms are available for printing on the Department of Financial Institutions' website.
- Businesses in Tennessee will experience a decrease in expenditures related to the cost of processing physical checks, printing, and postage related expenses.
- Businesses will be required to pay a processing fee to use the multi-state automated licensing system.
- The net impact on business expenditures as a result of the bill is estimated to be not significant.
- Any impact on jobs in Tennessee is estimated to be not significant.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.



Krista M. Lee, Executive Director

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